

**BENEFITS TO ENRON SUMMARY**

Deal Name: Pluto (MEGS) Dollar Amount: \$26.3 million

Date Completed: 12/27/99

Description of Transaction: Purchase of debt and equity in entity that had an offshore gas gathering contract with Burlington Resources and Mariner

Enron Business Unit Benefited: ENA

Did the deal result in a direct or indirect benefit to Enron: *Direct and Indirect*

Primary Benefit: Generated earnings from ENA's ability to mark-to-market against the offshore gathering contract

Funds Flow Direct: \$0.8 million Funds Flow Indirect: \$24.0 million

Earnings Direct: \$2.5 million Earnings Indirect:

Fees Saved : \$16,000

Other equity investors bidding on the transaction :

1. None
- 2.
- 3.

*\* indicate whether our purchase was on the same terms as the other equity purchasers.*

Did the deal close with LJM? yes

If not, why?

*\* indicate whether the reason was driven by Enron or LJM.*

Other benefits to Enron :

- No 3<sup>rd</sup> parties (i.e., banks) would buy this Mariner exposure in the timeframe that LJM did

Compiled by: Chris Loehr

ASF\_CW\_000725

**GOVERNMENT  
EXHIBIT**

**7638**

Crim No. H-04-0025